State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340 801-359-3940 (Fax) 801-538-5319 (TDD)

February 10, 1994

TO:

James W. Carter, Division Director

THRU:

Lowell P. Braxton, Associate Director, Mining 48 216

THRU:

D. Wayne Hedberg, Permit Supervisor, Minerals

FROM:

Anthony A. Gallegos, Reclamation Engineer ad-

RE:

Acceptance of Replacement Sureties, Interpace Industries, Inc., M/049/006

Clinton Pit, and M/057/003 Pleasantview Pit

Interpace has provided the Division with two replacement sureties for the large mining operations referenced above. The replacement sureties are the same form as the existing sureties (ILOCs), with the same bank, and for the same amounts. The reason for the replacements is to update the old ILOC language to conform to the Division's most recent modifications to the ILOC form (June 1, 1993). Tom Mitchell has reviewed the replacement sureties and found them to be acceptable. The replacement sureties are non-operative until they are signed by a Division representative.

Since neither the form, nor the amount of surety have changed, it does not seem necessary to present this matter to the Board. I propose that the Division accept the replacement sureties and revise that portion of the Reclamation Contracts which refers to the ILOC numbers. If you agree with handling these sureties in this manner, please sign the acceptance portion (page 3) of the enclosed replacement ILOC's. The appropriate page of both Reclamation Contracts (page 2/9) will be revised to reflect the new ILOC numbers. No other changes to the Reclamation Contracts should be required. Copies of the revised pages of the Reclamation Contracts will be sent to the operator. The old sureties will be returned to the surety company.

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